

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7301

BILL NUMBER: SB 464

NOTE PREPARED: Feb 15, 2013

BILL AMENDED: Feb 14, 2013

SUBJECT: Education Funding for Children in Residential Care.

FIRST AUTHOR: Sen. Kruse

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: (Amended) This bill provides that if a student is placed in a state licensed residential mental health facility under written orders of a licensed physician, if the student receives educational services provided by the facility, and if certain other conditions are satisfied, the school corporation that includes the student in its average daily membership shall pay the facility a per diem for the educational services provided by the facility to the student during the student's admission in the facility.

The bill specifies that the amount such a school corporation shall pay to a facility is the amount, prorated according to the number of instructional days for which the student receives the educational services, that is equal to:

1. The student's proportionate share of basic tuition support distributions that are made to the school corporation for the school year; and
2. Any special education grants received for the student.

The bill specifies the minimum level educational services that must be provided to a student while the student is admitted to such a facility. It requires that the educational services at a facility must be provided by licensed teachers.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) *Summary:* The bill would require a school to send a portion of their state tuition support distributions that it receives for a student placed in a state licensed residential mental health facility under written orders of a licensed physician to the mental health facility, if the student is provided appropriate education services. The school would count the student in their ADM for tuition support calculations.

The amount sent to the facility would be a daily rate based on a 180-instructional-day school year. It is unknown how many students are in residential mental health facilities under written orders of a licensed physician.

Background. The daily rate for tuition support for CY 2013 is about \$31 per student.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local schools.

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.